

**STATE OF CALIFORNIA
BUSINESS, TRANSPORTATION AND HOUSING AGENCY
DEPARTMENT OF CORPORATIONS**

TO: California Health Scan, LLC.
James West, President
Reginald Moore, Sales Agent
2034 Cotner Avenue, Suite 400
Los Angeles, CA 90025

**DESIST AND REFRAIN ORDER
(For violations of section 25110 of the Corporations Code)**

The California Corporations Commissioner finds that:

1. California Health Scan, LLC ("CHS") is or was a Nevada limited liability company with its office located at 2034 Cotner Avenue Suite 400, Los Angeles, California 90025. At all relevant times, James West ("West"), was the President and CEO of CHS. At all relevant times, Reginald Moore ("Moore") was a sales agent of CHS.
2. Beginning in or about October 2001, CHS, West, and Moore offered or sold securities in the form of 5 million Class "A" Membership Units issued by CHS @ \$1 per unit.
3. The purported purpose of the CHS offering was to raise \$5,000,000 to develop and operate three CT health scan centers in California and Nevada that would utilize spiral multi-slice CT scanning technology.
4. CHS, West, and Moore engaged in a general solicitation to offer and sell securities by means of unsolicited telephone calls and unsolicited mailings of private placement memoranda to investors.
5. These securities were offered or sold in this state in issuer transactions. The Department of Corporations has not issued a permit or other form of qualification authorizing any person to offer and sell these securities in this state.

Based upon the foregoing findings, the California Corporations Commissioner is of the opinion that the membership units issued by CHS are securities in the form of investment contracts subject to qualification under the California Corporate Securities Law of 1968 and are being or have been offered or sold without being qualified, in violation of Section 25110 of the

Corporate Securities Law of 1968.

Pursuant to Section 25532 of the Corporate Securities Law of 1968, CHS, West, and Moore are hereby ordered to desist and refrain from the further offer or sale in the State of California of securities in the form of membership units, unless and until qualification has been made under this law or unless exempt. This Order is necessary, in the public interest, for the protection of investors and consistent with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

Dated: December 23, 2002
Los Angeles, California

DEMETRIOS A. BOUTRIS
California Corporations Commissioner

By _____
ALAN S. WEINGER
Supervising Counsel
Enforcement and Legal Services Division